





OF LATE 11 10

October 18, 2002

Mpower Communications Corp.

175 Sully's Trail. Suire 300 Pitisford. New York 14534 phone: (585) 218-6550 fax: (585) 218-0635

HECEIVED & INSPECTED

OCT 2 3 2002

FCC - MAILROOM

Commissioner Kevin Martin Federal Communications Commission 445-12th Street, SW Washington. D.C. 20554

Rc: Ex Parte – Verizon Declaratory Action – WC 02-202

Dear Commissioner Martin:

Mpower Communications Corp. ("Mpower") filed Comments in this docket indicating that all carriers have been damaged by the current downturn and that Verizon is merely using this situation "to further penalize its competitors regardless of whether they have continued to pay their bills in a timely fashion." (Mpower Comments, 8/15/02, p. 2) Mpower also pointed out that using \$250,000 in overdue payments as the trigger, without excepting disputed amounts, when Verizon bills are chronically inaccurate, would lead to <u>all</u> carriers having to provide Verison with deposits or prepayments. Further, the tariff provisions would readily lead to drastic measures being taken by the ILEC.

Drastic measures arc too readily taken by Venzon without the additional authority and shortened time frames included in the proposed tariffs. To illustrate just how quickly and injudiciously Veriaon is willing to threaten its competitors with termination of its bottleneck services, Mpower has attached a copy of a letter sent by Verizon's attorneys to Mpower's bankruptcy attorneys subsequent to Mpower's exiting its Chap. 11 reorganization. This letter was sent on Tuesday, September 17 of this year and demanded compliance before 5:00 p.m. Friday, September 20. It stated, in part, as follows:

Currently, Mpower owes past-duc amounts to Verizon...for post-petition utility services....If Mpower fails to wire transfer all past-due amounts to Verizon by 5:00 p.m on Friday, September 20, 2002, Verizon will seek to enforce its rights...including, without limitation. termination of services.

Within 24 hours after sending this letter, Vcrizon belatedly recognized that it had errors in its billings and communications failures between its billing and collections departments. In fact, Mpower did not owe the cited monies. The error was made because Verizon bills are so inaccurate and unauditable that for many months, Verizon has agreed that Mpower pay, not from the inaccurate Verizon bills but according to a formula based upon the number of lines Mpower



orders and reports to Verizon. Thus, someone at Verizon jumped to the erroneous conclusion that Mpower was in arrears and without adequate investigation of the issue, sent a letter threatening to terminate services to Mpower in less than 72 hours.

Unfortunately, this is an all too typical ILEC scenario. ILECs do not need additional means to extort monies from CLECs, especially those that are paying their bills.

Sincerely,

Marilyn H. Ash

Counsel – Legal & Regulatory Affairs

Marchael Ash

- c. William Mahr, Wireline Competition Bureau Chief
- c. Christopher Libertelli, Legal Advisor
- c. Dan Gonzalez, Legal Advisor
- c. Jordan Goldstein, Advisor
- c. Matthew Brill, Advisor
- c. Marlene H. Dortch, Secretary (2 copies)



Direct **phone:** 404.873.8682 Direct fax: 404.873.8683 E-mail: heath.vicente@agg.com

www.agg.com

September 17, 2002

VIA FACSIMILE AND US MAIL

Jonathan F. Linker Shearman & Sterling 599 Lexington Avenue New York, New York 10022

Re: In re Mpower Holding Corporation, et al., Jointly Administered under Chapter 11

Case No. 02-11046 (D. Del.)

Dear Jonathan:

As you know, this firm serves as counsel to the operating telephone company subsidiaries of Verizon Communications Inc. ('Verizon'') in connection with the above-referenced bankruptcy cases.

I write on behalf of Verizon to demand that Mpower Holding Corporation and Mpower Communications Corp. (collectively "Mpower") pay Verizon's post-petition utility invoices. Currently, **Mpower owes** past-due amounts to Verizon totaling \$3,497,943.26 for post-petition utility services. Enclosed is a listing of the specific accounts and the amounts owed on each account.

If Mpower fails to were transfer all past-due amounts to Verizon by 5:00 p.m. on Friday, September 20,2002, Verizon will seek to enforce its rights arising from Mpower's failure to pay post-petition utility invoices, including, without limitation, termination of services.

I trust that Mpower will conduct itself accordingly.

Sincerely yours,

Heath J. Vicente

cc: Ms. Carolyn Keith (via facsimile)

Frank N. White, Esq.

Mpower Communications Corp. Post-Petition \$

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Area	State	ACNA	Service Type	BAN	Invoice #	Post-Petition (
West	AZ	NVE	Access	N36HP11000105		256.74
West	AZ	NVE	Access	N36HP11000105	02176	8.39
West	AZ	NVE	Access		02206	239.26
West	CA	NVE	Access	C11HMA3591109		25,782.35
West	CA	NVE	Access	C11HMA3591109		0.00
West	CA	NVE	Access	C11HMA3922110		0.00
West	CA	NVE	Access	C11HMA3922110		0.00
West	CA	NVE	Access	C11HMA4818110		0.00
West	CA	NVE	Access	C11HMA4818110		0.00
West	CA	NVE	Access	C11HMN5114108		0.00
West	CA	NVE	Access	C11HMN5114108		223.87
West	CA	NVE	Access	C11HMN5114108		223.87
West	CA	NVE	Access	C11HM11003105	02170	0.00
West	CA	NVE	Access	C11HM11003105		66,054.84
West	CA	NVE	Access	C11HM11004105		0.00
West	CA	NVE	Access	C11HM11004105	02200	1,259.01
West	CA	NVE	Access	C11HM11005105		0.00
West	CA	NVE	Access	C11HM11005105	02200	2,996.90
West	CA	NVE	Access	C11HM11006105	02170	0.00
West	CA	NVE	Access	C11HM11006105	02200	175,217.77
West	CA	NVE	Access	C11SM11000105	02200	7,875.09
West	CA	NVE	Access	C11SQ11021106	02179	0.00
West	CA	NVE	Access	C11SQ11021106	02209	0.00
West	CA	NVE	Access		02179	3,233,43
West	CA	NVE	Access	C11SQ11023106	02209	0.00
West	CA	NVE	Access		02179	580.65
West	CA	NVE	Access	C11SQ11024106	02209	19,117.66
West	CA	NVE	Access	C11SQ11025106	02209	75,666.65
West	CA	NVE	Access	C11SQ21029105 (02179	786.68
West	CA	NVE	Access	C11SQ21025105	32209	0.00
West	CA	NVE	Access	C11SQ21030105 (02179	860.21
West	CA	NVE	Access	C11SQ21030105	02209	5,120.50
West	CA	NVE	Access	C11UQ11001105	2179	0.00
West	CA	NVE	Access	C11UQ11001105 (02209	0.00
West	CA	NVE	Access	C11UQ11002105 C	02148	0.00
West	CA	NVE	Access	C11UQ11002105 (2179	0.00
West	CA	NVE	Access	C11UQ11002105 (2209	76.51
West	CA	NVE	Access	C11UQ21000105	02209	682,839.66
West	CA	NVE	Access	C11UQ21001105 C	02200	71,078.62
West	CA	NVE	Access	C11VM11002105	2170	4,405.15
West	CA	NVE	Access	C11VM11003105 0	2200	21,731.55
West	CA	NVE	Access	C11VM11004105	02170	0.00
West	CA	NVE	Access	C11VM11004105 0	2200	0.00
/Vest	CA	NVE	Access	C11VM11005105 0	2200	78,593.97
Vest	CA	NVE	Access	C11VQ21004105 0		347,456.92
Vest	CA	NVE	Access	C113M11002105 0		915.76
Vest		NVE	Access	C114M11002105 0		43,256.13
Vest	CA	NVE	Access	N31HPN5142108 0		0.00

Mpower Communications Corp. Post-Petition \$

(1)	(2)	(3)	(4)	(5)	(6)	(7)
			Service			Post-Petition \$
Area	State	ACNA	Type	BAN	Invoice #	
West	CA	NVE	Access	N31HP11001105	02145	Owed 7,975.67
West	CA	NVE	Access	N31HP11001105		0.00
West	CA	NVE	Access	N31HP11001105		6,156.14
West	CA	NVE	Access	N31VM21000105		0.00
West	CA	NVE	Access	N31VM21000105		(62.51)
West	CA	NVE	Access	N31VM21000105		0.00
West	CA	NVE	Collecation	C112M11001105		(9,344.00)
West	CA	NVE	Collocation	C112M11001105		(0.00)
West	CA	NVE	Collocation	C112M11002105		0.00
West	CA	NVE	Collocation	C112M11002105		0.00
West	CA	NVE	Collocation	C112M11003105		0.00
West	CA	NVE	Collocation	C112M11003105		0.00
West	CA	NVE	Collocation	C112Q11000105	02179	26,077.62
West	CA	NVE	Collocation	C112Q11000105	02209	7.112.08
West	CA	NVE	Collocation	C112Q11003105	02148	0.00
West	CA	NVE	Collocation	C112Q11003105	02179	0.00
West	CA	NVE	Collocation	C112Q11003105	02209	
West	CA	NVE	Misc B&C	NA NA	05642SVCAG10205	0.00
West	CA	NVE	Misc B&C	NA	05642SVCAG10206	0.00
West	CA	NVE	Misc B&C	NA .	05642SVCAG10206	0.00
West	CA	NVE	Misc B&C	NA	05642SVCAG10207	0.00
West	CA	NVE	Recip Comp	8322L2319	101020012	158,518.52
West	CA	NVE	Recip Comp	8322L2319	101020012	(126,587.88)
West	CA	NVE	Recip Comp	8322L2319		(180,807.55)
West	CA	NVE	Recip Comp	8322L2319		(192,656.39)
West	CA	NVE	Resale/UNE	8181972768	NA	(206,239.96)
West	CA	NVE	Resale/UNE	8181972768	NA	6,303.62
West	CA	NVE	Resale/UNE	8181972768	NA I	5,833.58
West	CA	NVE	Resale/UNE	8181972768	NA NA	94.55
Vest	CA	NVE	Resale/UNE	8181973563	NA NA	(11,955.14)
Vest	CA	NVE	Resale/UNE	8181973563	NA NA	15,596.54
Vest	CA	NVE	Resale/UNE			15,414.04
Vest	CA	NVE	Resale/UNE	8181973565 8181973565	NA NA	22,115.06
Vest	CA	NVE	Resale/UNE		NA NA	1,671,813.94
Vest	CA	NVE				4,093.91
Vest	CA	NVE	Resale/UNE		NA NA	4,327.59
Vest	CA	NVE	Resale/UNE			61.49
Vest					NA NA	(8,421.50)
Vest	CA				NA NA	3,503.63
Vest			Resale/UNE		NA NA	3,385.35
Vest					NA	52.55
Vest					NA .	6,992.31
Vest					NA	1,970.88
Vest					NA	2,071.02
vest					AV	29.54
/est					AV	(3,981.27)
/est					VA	2,545.33
					NA A	2,256.37
631	CA	NVE [Resale/UNE	8131974060	VA AV	226,906.53

Updated: 9/12/02 at 7:30 a.m.

Mpower Communications Corp. Post-Petition \$

(1)	(2)	(3)	(4)	(5)	(6)	(7)
			Service	Ì	,	Post-Petition \$
Area	State	ACNA	Туре	BAN	Invoice #	Owed
West	CA	NVE	Resale/UNE	8131974060	NA	8,840.92
			_		Sub-Total	3,105,850.72
West	FL	NVE	Access	E14UE1100110E	00407	
West	FL	NVE	Access	F11HF11001105	02127 02158	0.00
West	FL	NVE	Access	F11HF11001105	02188	0.00
West	FL	NVE	Access	F11HF11001105	02219	0.00
West	FL	NVE	Access	F11SQ11008105	+	8,184.97
West	FL	NVE	Access	F11SQ11008105		0.00
West	FL	NVE	Access	F11SQ11008105		
West	FL	NVE	Access	F11SQ11009105		0.00
West	FL	NVE	Access	F11SQ11009105	02179	0.00
West	FL	NVE	Access	F11SQ11009105	02209	
West	FL	NVE	Access	F11SQ11010105	02148	0.00
West	FL	NVE	Access	F11SQ11010105	02179	
West	FL	NVE	Access	F11SQ11010105	02209	0.00
West	FL	NVE	Access	F11SQ11010105	02148	0.00
West	FL	NVE	Access	F11SQ11011105	02179	0.00
West	FL	NVE	Access	F11SQ11011105	02179	0.00
West	FL	NVE	Access	F11VF11001105	02209	0.00
West	FL	NVE	Access	F11VF11001105	02188	
West	FL	NVE	Access	F11VF11001105	02219	0.00
West	FL	NVE	Access	F113F11001105	02158	468.00
West	FL	NVE	Access	F113F11001105	02188	0.00
West	FL	NVE	Access	F113F11001105	02219	0.00
West	FL	NVE	Access	F114F11001105	02279	0.00
West	FL	NVE	Access	F114F11001105	02188	· · · · · · · · · · · · · · · · · · ·
West	FL	NVE	Access	F114F11001105	02219	0.00 2,335.00
West	FL	NVE	Collocation	F112H11000105	02133	127,513.71
West	FL	NVE	Collocation	F112H11000105	02164	56,731.71
West	FL	NVE	Collocation	F112H11000105	02194	49,040.74
West	FL	NVE	Misc B&C	NA	05642SVFLG10205	0,00
West	FL	NVE	Misc B&C	NA NA	05642SVFLG10206	0.00
West	FL	NVE	Misc B&C	NA NA	05642SVFLG10207	0.00
West	FL	NVE	Misc B&C	NA	05642SVFLG10207	6,454.26
West	FL	NVE	Recip Comp	8592L0328	101020014	(6,646.35)
West	FL	NVE		8592L0328	101020014	(9.514.58)
West	FL	NVE	Resale/UNE		NA .	5.11
West	FL	NVE	Resale/UNE		NA .	3.84
West	FL	NVE	Resale/UNE		NA I	3.84
West	FL	NVE	Resale/UNE		NA I	6.97
West	FL	NVE	Resale/UNE		NA NA	(5.13)
Vest	FL.	NVE	Resale/UNE		NA .	
Vest	FL	NVE				1,998.19
	FL	NVE			NA	1,533.75
	FL,	NVE			NA	1,616.80
					NA NA	22.89
					NA	(3,173.44)
			TOSOIC/UNE	0 13 13/2/41	NA	1,910.76

3

Mpower Communications Corp. Post-Petition\$

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Агеа	State	ACNA	Service Type	BAN	Invoice #	Post-Petition \$
West	FL	NVE	Resale/UNE	8131972741	NA NA	Owed
West	FL	NVE	Resale/UNE	8131972741	NA	472.19
West	FL	NVE	Resale/UNE	8131972741	NA	472.19
West	FL	NVE	Resale/UNE	8131972741	NA NA	472.19
West	FL	NVE	Resale/UNE	8131972829	NA NA	(472.19)
West	FL	NVE	Resale/UNE	8131972829	NA	150,268.31
West	FL	NVE	Resale/UNE	8131972829	NA NA	144,084.45
West	FL	NVE	Resale/UNE	8131972829	NA NA	152,039.38 2,990.94
West	FL	NVE	Resale/UNE	8131972829	NA	(297,157.76)
					Sub-Total	391,660.74
East (N)	NY	NVE	Access	716M910015968	02072-NY	114.40
East (N)	NY	NVE	Access	716M910015968	02103-NY	(197,24)
East (N)	NY	NVE	Access	716M910015968	02133-NY	(182.54)
East (N)	NY	NVE	Access	716M910015968	02164-NY	(10.64)
East (N)	NŸ	NVE	Access	716M910015968	02194-NY	707.82
					Sub-Total	431.80
						3,497,943.26

Updated: 9/12/02 at 7:30 a.m.